



# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

1004

October 27, 2009

Mr. Edwin P. Lister  
33 West 100 South  
Delta, Utah 84624

Subject: Reclamation Contract and Surety Escalation Date, Edwin P. Lister, Bullseye #1 Mine, S/023/0031 Juab, County, Utah

Dear Mr. Lister:

This letter is a follow up to the conversation that you had with Penny Berry and Wayne Western on October 22, 2009. Enclosed is a copy of the reclamation contract that you need to fill out and return to the Division.

Also enclosed is a copy of the forms you would need to fill out to amend the notice of intent (NOI) if you want to try to combine the BLM bond on the Buckskin claim with the bond for the Bullseye #1 small mine operation. The following table shows the standard bond amounts using an average cost per acre method. Most likely, the disturbed area will consist of two (2) acres, so the bond amount would need to be a minimum of \$11,700.00 for three years or \$12,000.00 for five years.

#### Small Mining Operation Notices

Project Size (Acres)	Surety 3 & 5 year escalation	Comments
1 or less acres	\$7,400 (3-year escalation) \$7,600 (5-year escalation)	Minimum amount required
Additional acres up to 5 acres	\$4,300/ acre (3-year escalation) \$4,400/acre (5-year escalation)	Partial acreages rounded up (e.g., 1.2 acres = 2 acres)
Cumulative Amount for 2-acres	(i.e. Maximum of 5 acres = \$7,400 +\$4,300 = <b>\$11,700</b> ) (3-year escalation) (i.e. Maximum of 5 acres = \$7,600 +\$4,400 = <b>\$12,000</b> ) (5-year escalation)	
Portal	\$2,000 each opening	

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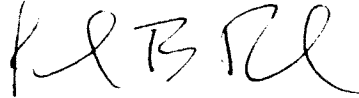
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The Division would have to have concurrence from the BLM to use the bond from the Buckskin operation for the Bullseye #1 mine.

If you have any questions or concerns regarding this action, please contact Wayne Western at (801) 538-5263. Thank you for your cooperation.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. B. Baker', written in a cursive style.

Paul B. Baker  
Minerals Program Manager

PBB:whw:pb  
ENCLOSURES: MR-REV SMO, NOI and MRRC  
cc: [Jerry\\_Mansfield@BLM.gov](mailto:Jerry_Mansfield@BLM.gov)  
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